

Potential Backflow Incident

- Dirty Water Call at 6746 Up River Rd. (Workorder 12/1, Follow up 12/7, Workorder 12/12); flushed each time and cleared up within two to four minutes following standard operating procedures.
- All five hydrants were flushed on the 8" line on (Workorder 12/1, Follow up 12/7, Workorder 12/12, Follow up 12/13, and Final Follow up 12/14) in response to a dirty water call received by a customer. The 8" line remained clear and the discolored water remained onsite. Dead end main flushing operating procedures were followed.
- Flushed Dead End Main 1346 on (Dead end main flushing program 12/12, Follow up 12/13, Final Follow up 12/14) as part of the dead end main flushing program and in response to the dirty water calls received by a customer. Standard operating procedures were followed.

Potential Backflow Incident Continued

- City discovered no backflow preventer on the line to Ergon from Valero on 12/14/16 and the backflow preventer (Reduced Pressure Zone) was installed on 12/14/16 and certified on 12/15/16.
- Sampled 12/14/16 for Hexane Extractable Materials (Oil and Grease), Fatty Acid Analysis from 5 hydrants on 8" line and on three hydrants on the Upstream 24" line plus the sample site at Southern Minerals.
 - Eight of nine samples had Hexane Extractable Materials levels less than the minimum reporting limit while the ninth sample had a very low detectable Hexane Extractable Materials level.
 - We are still awaiting the Fatty Acid Analysis hoping to receive results today.

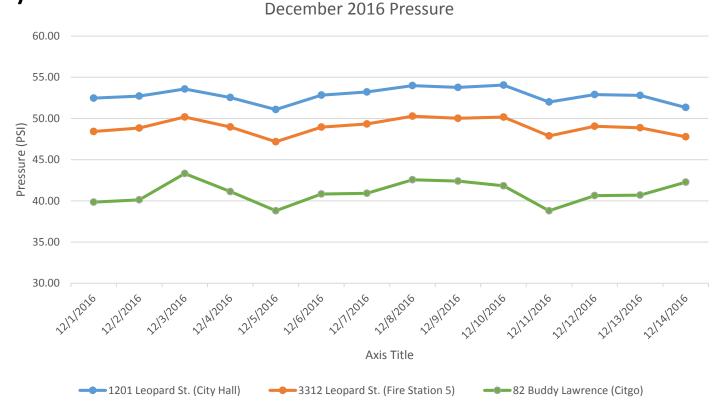
Potential Backflow Incident Continued

• As soon as we found out, customer water was shut off (Valero Asphalt Terminal) on 12/14/16. A Customer Service Inspection is currently being conducted by City staff and water remains shut off to Ergon.

• There are six lab reports pending for Volatile Organic Carbons analysis for samples that the City collected on 12/14 and 12/15 alongside TCEQ staff.

• Texas Commission on Environmental Quality samples were submitted to the Department of State Health Services lab in Austin, Texas on 12/15/16 and results are pending.

- Currently gathering Supervisory Control And Data Acquisition data for pressure Pounds per Square Inch (PSI) for the following locations: Citgo, Fire Station #5, and City Hall.
- Goal is to show that Citgo always has a lower PSI compared to the other two so the water would not flow from Citgo area to other parts of the City.



Progress on Backflow Incident

- Met with TCEQ today (12/15/16 at 8:30 am) whom requested the following:
 - All valve locations within the industrial area
 - Locations that have already been flushed
 - Narrative of events and sample locations
 - Incident site setup
 - MSDS on chemicals involved in release
 - Updated hydraulic model

Suspect Contaminants

- Batch mixture containing:
 - 24 gallons Indulin AA-86 (0.72%)
 - 10 gallons Hydrochloric Acid (0.30%)
 - 3,266 gallons of potable City of Corpus Christi water Total batch = 3,300 gallons

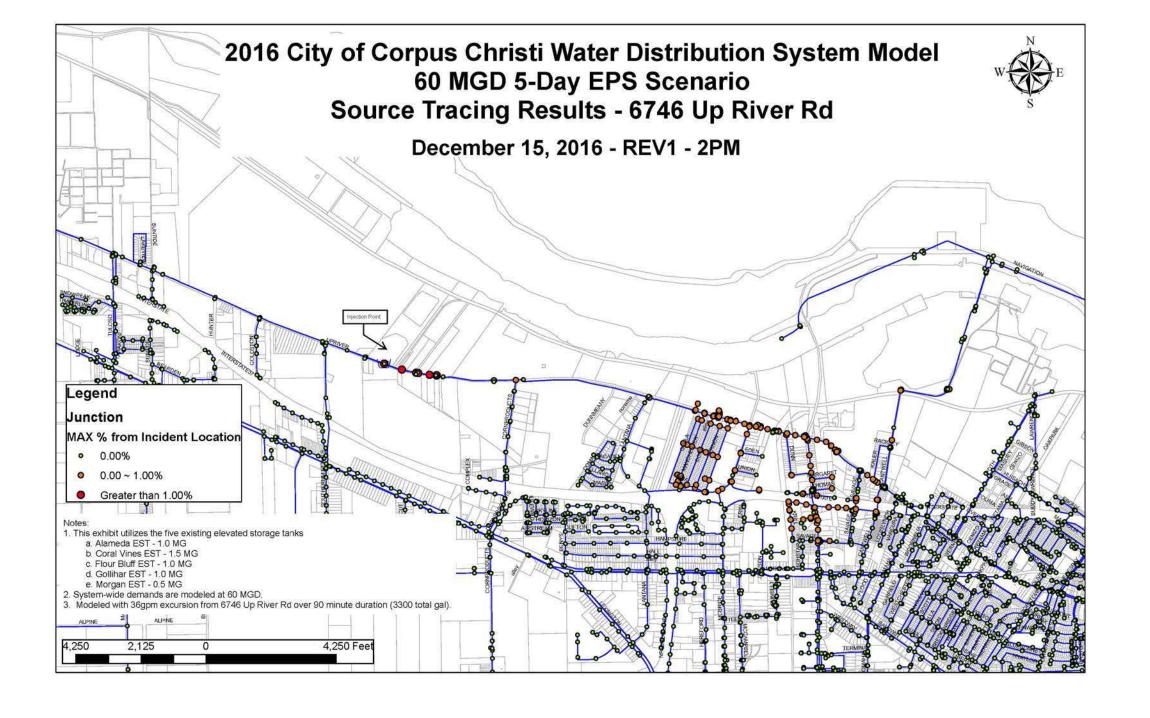
^{*}All concentrations were given to us by Ergon Asphalt & Emulsion, Inc.

Indulin AA-86

- Specialized chemical similar to soap used to help make cement and oil in asphalt mix together
- Hydrochloric Acid allows chemical to mix with water and is same pH strengths in human stomach
- MSDS shows some health impacts for full strength chemical, but it is unknown if there are any health impacts at dilute water concentrations found in drinking water
- No established method for detection of chemicals at low concentration.
 Coordinating with TCEQ, CDC and EPA.
- Do not know exact chemical composition but are procuring from Manufacturer through non-disclosure agreement.
- Broad screen analysis shows low or non-detect for standard chemical analysis

Hydraulic Model

- Computer program that simulates how water moves through the pipe network
- The best tool to predict a water systems behavior or its response to various emergency/operational scenarios
- The model was developed to introduce the contaminant at 6746 Up River Road (worst case scenario: 3,300 gallons over 1.5 hour period) and how it potentially moves through the system over the next 5 days



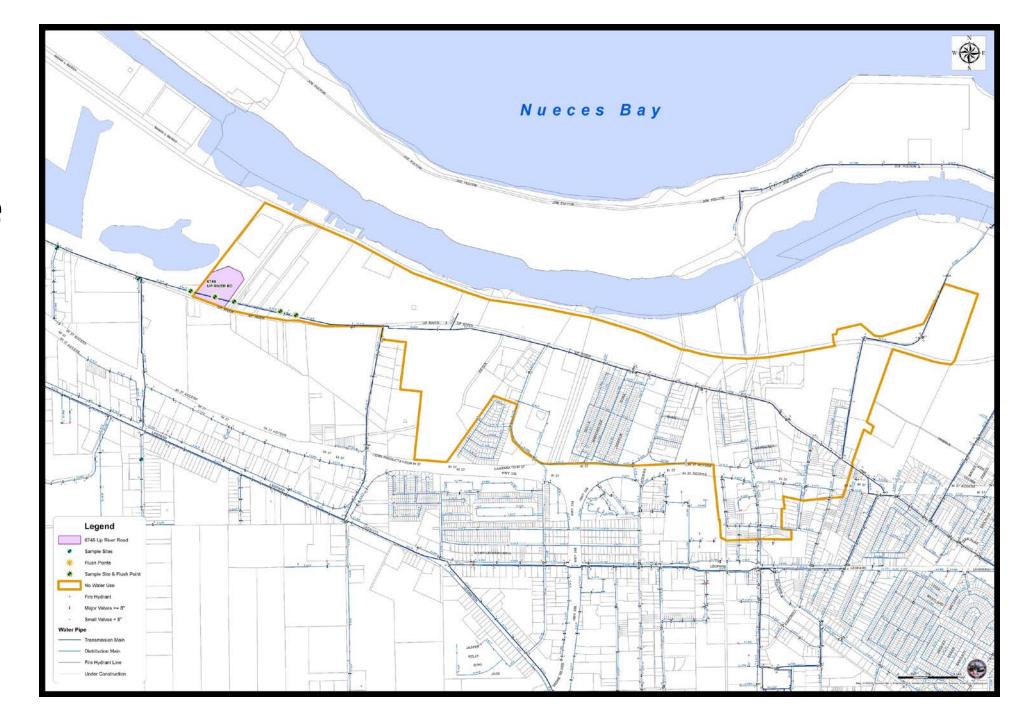
Explanation of Results

Period simulation over a 5-day period

 1% shown in legend of water model equals approximately 0.007% Indulin AA-86

 Hydraulic model shows zone of influence to be contained in the industrial area

Zone of Influence



Path Forward

- Hoping for meeting with TCEQ to review data tonight
- Localized no water use area to industrial area as soon as possible
- Continue working on testing methods for confirmation of safe water